

## Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input type="checkbox"/> Twp <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other		Local Unit Name <b>MOORE PUBLIC LIBRARY</b>	County <b>SANILAC</b>
Fiscal Year End <b>12/31/05</b>	Opinion Date <b>07/26/06</b>	Date Audit Report Submitted to State <b>07/27/06</b>	

We affirm that:

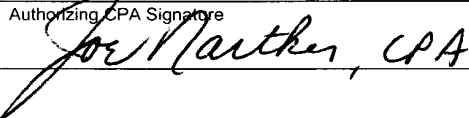
We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

- | YES                                 | NO                       | Check each applicable box below. (See instructions for further detail.)   |
|-------------------------------------|--------------------------|---|
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 1. All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 2. There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 3. The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.   |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 4. The local unit has adopted a budget for all required funds.  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 5. A public hearing on the budget was held in accordance with State statute.  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 6. The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 7. The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.   |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 8. The local unit only holds deposits/investments that comply with statutory requirements.  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 9. The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the <i>Bulletin for Audits of Local Units of Government in Michigan</i> , as revised (see Appendix H of Bulletin).   |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 10. There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover. |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 11. The local unit is free of repeated comments from previous years.  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 12. The audit opinion is UNQUALIFIED.   |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 13. The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 14. The board or council approves all invoices prior to payment as required by charter or statute.  |
| <input checked="" type="checkbox"/> | <input type="checkbox"/> | 15. To our knowledge, bank reconciliations that were reviewed were performed timely.  |

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

<b>We have enclosed the following:</b>	Enclosed	Not Required (enter a brief justification)		
Financial Statements	<input checked="" type="checkbox"/>			
The letter of Comments and Recommendations	<input type="checkbox"/>			
Other (Describe)	<input type="checkbox"/>			
Certified Public Accountant (Firm Name) <b>BRINING &amp; NARTKER, P.C.</b>		Telephone Number <b>810-648-4931</b>		
Street Address <b>47 AUSTIN STREET, P.O. BOX 348</b>		City <b>SANDUSKY</b>	State <b>MI</b>	Zip <b>48471</b>
Authorizing CPA Signature 		Printed Name <b>JOE NARTKER</b>		License Number <b>1101011752</b>

**MOORE PUBLIC LIBRARY  
LEXINGTON, MICHIGAN**

**FINANCIAL REPORT  
DECEMBER 31, 2005**

**BRINING & NARTKER, P.C.  
Certified Public Accountants**

**MOORE PUBLIC LIBRARY  
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# BRINING & NARTKER, P.C.

*Certified Public Accountants*

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## INDEPENDENT AUDITORS' REPORT

Board of Trustees  
Moore Public Library  
Lexington, Michigan

### Members of the Board:

We have audited the accompanying basic financial statements of Moore Public Library, Lexington, Michigan, as of and for the year ended December 31, 2005, as listed in the table of contents. These basic financial statements are the responsibility of Moore Public Library's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

The District Library has not presented Management's Discussion and Analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not a required part of, the basic financial statements.

In our opinion, except for the effects on the financial statements of the omissions described in the preceding paragraph, which results in an incomplete presentation, the basic financial statements referred to above present fairly, in all material respects, the financial position of Moore Public Library, Lexington, Michigan, as of December 31, 2005, and the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Library's basic financial statements. The budgetary comparison information, presented on page 15-16, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

*Brining & Nartker, P.C.*

BRINING & NARTKER, P.C  
CERTIFIED PUBLIC ACCOUNTANTS

July 26, 2006

## **BASIC FINANCIAL STATEMENTS**

**MOORE PUBLIC LIBRARY  
BALANCE SHEET/STATEMENT OF NET ASSETS  
DECEMBER 31, 2005**

	General Fund, Modified Accrual Basis	Adjustments (Note 2)	Statement of Net Assets- Full Accrual
<b>ASSETS</b>			
Cash and cash equivalents (Note 1 and 3)	\$ 61,838	\$ -	\$ 61,838
Taxes receivable	36,613	-	36,613
Capital assets, net (Note 4)	-	16,724	16,724
Total Assets	<u>\$ 98,451</u>	<u>\$ 16,724</u>	<u>\$ 115,175</u>
<b>LIABILITIES</b>			
Payroll withholdings	\$ 1,863	\$ -	\$ 1,863
Deferred property taxes	36,565	-	36,565
Total Liabilities	<u>38,428</u>	<u>NONE</u>	<u>38,428</u>
<b>FUND BALANCE/NET ASSETS</b>			
Fund balance:			
Unreserved	60,023	(60,023)	-
Total Fund Balances	<u>60,023</u>	<u>(60,023)</u>	<u>NONE</u>
Total Liabilities and Fund Balances	<u>\$ 98,451</u>	<u>(60,023)</u>	<u>38,428</u>
Net Assets:			
Invested in capital assets		16,724	16,724
Unrestricted		60,023	60,023
Total Net Assets		<u>\$ 76,747</u>	<u>\$ 76,747</u>

The accompanying notes to financial statements are an integral part of this statement.

**MOORE PUBLIC LIBRARY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2005**

<u>Function/Program</u>	<u>Expenses</u>	<u>Program Revenues</u>		Net (Expense)
		<u>Charges Services</u>	<u>Operating Grants and Contributions</u>	Revenue and Changes in Net Assets
				<u>Governmental Activities</u>
Governmental activities:				
Recreation and cultural	<u>\$ 65,918</u>	<u>\$ 553</u>	<u>\$ 5,905</u>	<u>\$ 59,460</u>
General Revenues:				
Property taxes				35,414
State aid				4,246
Penal fines				20,922
Investment earnings				704
Miscellaneous				3,861
Total general revenues				<u>65,147</u>
Change in net assets				5,687
Net assets - beginning of year				71,060
Net assets - end of year				<u>\$ 76,747</u>

The accompanying notes to financial statements are an integral part of this statement.



**MOORE PUBLIC LIBRARY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2005**

**REVENUES:**

Taxes - County	\$ 35,414
Penal fines	20,922
State aid	4,246
Interest	704
Legacies & bequests	905
Book sales	970
Overdue fines	489
Programs fees	665
Periodicals	221
Miscellaneous	1,981
Transportation	25
Video rental	63
Grants	5,000

**TOTAL REVENUES**

71,605

**EXPENDITURES:**

Air conditioner	246
Books and subscriptions	4,180
District Library establishment	2,436
Dues	2,160
Education and transportation	578
Insurance	2,689
Internet connection	6,752
Miscellaneous	459
Professional fees	1,600
Program expense	397
Repairs	7,650
Supplies	1,368
Tax tribunal	11
Technical support	497

(Continued)

**EXPENDITURES: (Continued)**

Utilities	\$ 5,556
Wages and payroll taxes	30,788
<b>TOTAL EXPENDITURES</b>	<u>67,367</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u>4,238</u>
<b>FUND BALANCE - BEGINNING OF YEAR</b>	55,785
<b>FUND BALANCE - END OF YEAR</b>	<u><u>\$ 60,023</u></u>

The accompanying notes to financial statements are an integral part of this statement.

**MOORE PUBLIC LIBRARY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005**

**NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:**

**A. Reporting Entity**

The Moore Public Library is located on the east edge of Sanilac County, Michigan at 7239 Huron Street, Lexington, Michigan. The original library known as the Charles H. Moore Library opened in the present building on January 17, 1903. The Library provides library services to residents of the Village of Lexington, and Worth Township. The Library is a separate legal entity governed by a seven member appointed board. Effective January 1, 2004 the district library changed its name from Lexington Moore Public Library to Moore Public Library. The district has a calendar year end of December 31<sup>st</sup>.

The Board is empowered to propose and levy upon approval of the electors a tax for support of the District Library. It may also borrow money and issue bonds pursuant to the District Library Financing Act 265 of 1988. The District Library indemnifies and holds harmless the participating municipalities from all claims and liabilities.

The Moore Public Library became a district library on January 1, 2004. By law, its funding must be established through a local millage request. On June 7, 2004 voters turned down a millage request for operation. On February 22, 2005, voters turned down a second millage request. On May 2, 2006 voters approved a millage request for 6/10 of a mill for 10 years of operation.

The accounting policies of Moore Public Library conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by Moore Public Library.

**B. Basis of Presentation**

The Library's basic financial statements consist of government-wide financial statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

**Government-Wide Financial Statements**

The statement of net assets and the statement of activities display information about the Library as a whole. These statements include the financial activities of the primary government.

(Continued)

**MOORE PUBLIC LIBRARY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)**

**B. Basis of Presentation (Continued)**

**Government-Wide Financial Statements (Continued)**

The statement of net assets presents the financial condition of the governmental activities of the Library at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the Library's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the Library, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program is self-financing or draws from the general revenues of the Library.

**C. Fund Accounting**

The Library uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The statements distinguish between those activities of the Library that are governmental and those that are considered business-type activities. The Library does not currently have any business-type activities.

**Governmental Fund**

Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the governmental fund according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

(Continued)

**MOORE PUBLIC LIBRARY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)**

**D. Measurement Focus  
Government-Wide Financial Statements**

The government-wide financial statements are prepared using the economic resources measurement focus.

All assets and all liabilities associated with the operation of the Library are included on the statement of net assets.

**Fund Financial Statements**

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenue, expenditures, and changes in fund balance reflects the sources (i.e., revenues and other financial sources) and uses (i.e., expenditures and other financial uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

**E. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide fund financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

**Revenues – Exchange and Nonexchange Transactions**

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recognized in the year in which the resources are measurable and become available. Available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the Library, available means expected to be received within sixty days after year end.

(Continued)

**MOORE PUBLIC LIBRARY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)**

**E. Basis of Accounting (Continued)**

Nonexchange transactions, in which the Library receives value without directly giving equal value in return, include grants, entitlements, and donations. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the Library must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the Library on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the Library's revenue sources are considered both measurable and available at year end.

**Expenses/Expenditures:**

On the accrual basis, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation, is not recognized in governmental funds.

**F. Use of Estimates**

The process of preparing financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenditures. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

(Continued)

**MOORE PUBLIC LIBRARY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)**

**G. Budgets and Budgetary Accounting**

The Library normally follows these procedures in establishing the budgetary data reflected in the financial statements.

1. The Library director submits to the Board a proposed operating budget which includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain comments.
3. Prior to January 1, the budget is legally enacted through board approval.

All budget appropriations lapse at year end. Budgetary amounts reported herein are as originally adopted, or as amended by the Library Board.

Budgets shown in the financial statements are adopted on a basis consistent with GAAP, and consist only of those amounts contained in the formal budget approved and amended by the Library Board. The Library does not utilize encumbrance accounting.

**H. Cash and Cash Equivalents**

For presentation on the financial statements, investments in cash management pools and investments with an original maturity of three months or less at the time they are purchased by the Library are considered to be cash equivalents.

**I. Investments**

Investments with an initial maturity of more than three months are reported as investments.

**J. Capital Assets**

General capital assets are those assets that result from expenditures in the governmental fund. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

(Continued)

**MOORE PUBLIC LIBRARY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)**

J. Capital Assets (Continued)

All capital assets are capitalized at cost (or estimated historical cost) using a \$1,000 capitalization threshold and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market value as of the date received. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives.

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Equipment	5 - 10 years

**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS:**

The General Fund's fund balance and the net change in fund balance differ from net assets and change in net assets reported in the statement of net assets and statement of activities. This difference results primarily from the long-term economic focus of the statement of net assets and statement of activities versus the economic focus of the statement of the General Fund balance sheet and statement of revenue, expenditures, and changes in fund balance. The following is a reconciliation of fund balance to net assets and the net change in fund balance to the net change in net assets:

<b>Total Fund Balance - Modified Accrual Basis</b>	<b>\$ 59,974</b>
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental fund. Capital assets at year end consist of:	
Capital asset cost	\$ 47,714
Capital asset accumulated depreciation	<u>30,990</u>
	16,724
<b>Total Net Assets - Full Accrual Basis</b>	<b><u>\$ 76,698</u></b>

(Continued)



**MOORE PUBLIC LIBRARY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS: (Continued)**

<b>Net Change in Fund Balances - Modified Accrual Basis</b>	<b>\$ 4,189</b>
Total change in net assets reported for governmental activities in the statement of activities is difference because:	
The governmental fund reports capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
Current year depreciation expense	(4,031)
Equipment purchases	5,480
<b>Change in Net Assets of Governmental Activities - Full Accrual Basis</b>	<b><u>\$ 5,638</u></b>

**NOTE 3 - DEPOSITS AND INVESTMENTS:**

Michigan Compiled Laws, Section 129.91(Public Act 20 of 1943, as amended), authorizes a local governmental unit to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations which have an office in Michigan. The local unit is allowed to invest in bonds, securities and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptance of United States banks; commercial paper rated within the two highest classifications which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan. The Library's deposits are in accordance with statutory authority and the Library has no investments as of December 31, 2006.

Custodial Credit Risk-Deposits. Credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Library does not have a deposit policy for custodial credit risk. As of December 31, 2005 all of the Library's bank deposits were covered by FDIC Insurance:

Uninsured and uncollateralized	\$ NONE
Total	<b><u>\$ NONE</u></b>

(Continued)

**MOORE PUBLIC LIBRARY  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2005  
(CONTINUED)**

**NOTE 4 – CAPITAL ASSETS:**

Capital asset activity of the primary government for the current year was as follows:

	<u>Balance January 1, 2005</u>	<u>Additions</u>	<u>Disposals and Adjustments</u>	<u>Balance December 31, 2005</u>
<b>Capital Assets Being Depreciated</b>				
Equipment	\$ 43,234	5,480	1,000	\$ 47,714
<b>Total Capital Assets Being Depreciated</b>	<u>43,234</u>	<u>5,480</u>	<u>1,000</u>	<u>47,714</u>
<b>Less Accumulated Depreciation for:</b>				
Equipment	27,959	4,031	1,000	30,990
<b>Total For Accumulated Depreciation</b>	<u>27,959</u>	<u>4,031</u>	<u>1,000</u>	<u>30,990</u>
<b>Net Capital Assets Being Depreciated</b>	<u>15,275</u>	<u>1,449</u>	<u>None</u>	<u>16,724</u>
<b>Governmental Activities Total Capital Assets - Net of Depreciation</b>	<u><u>\$ 15,275</u></u>	<u><u>\$ 1,449</u></u>	<u><u>\$ None</u></u>	<u><u>\$ 16,724</u></u>

**NOTE 5 - RISK MANAGEMENT:**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The Library continues to carry commercial insurance for risks of loss. The district does not provide employee health or life insurance coverage. The district does provide workers compensation insurance coverage.

**NOTE 6 – SUBSEQUENT EVENTS:**

Millage Request

The Moore Public Library became a district library on January 1, 2004. By law, its funding must be established through a local millage request. On June 7, 2004 voters turned down a millage request for operation. On February 22, 2005, voters turned down a second millage request for 6/10 of a mill for 10 years for operation. On May 2, 2006, voters approved a millage request for 6/10 of a mill for 10 years of operation. The millage was expected to provide revenues of approximately \$114,838 in the first year of the levy.

**REQUIRED SUPPLEMENTARY INFORMATION**

**MOORE PUBLIC LIBRARY  
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND  
YEAR ENDED DECEMBER 31, 2005**

	<b>Budgeted Amounts</b>			<b>Variance With Final Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES:</b>				
Taxes - County	\$ 31,000	\$ 35,364	\$ 35,365	\$ 1
Penal fines	20,000	20,922	20,922	-
State aid	4,200	4,200	4,246	46
Interest	500	500	704	204
Legacies & bequests	-	880	905	25
Book sales	900	900	970	70
Overdue fines	500	500	489	(11)
Programs fees	300	665	665	-
Periodicals	100	220	221	1
Miscellaneous	500	1,589	1,976	387
History books	-	5	5	-
Transportation	100	26	25	(1)
Video rental	100	100	63	(37)
Grants	-	2,500	5,000	2,500
<b>TOTAL REVENUES</b>	<b>58,200</b>	<b>68,371</b>	<b>71,556</b>	<b>3,185</b>
<b>EXPENDITURES:</b>				
Air conditioner	246	-	246	(246)
Books and subscriptions	4,700	5,495	4,180	1,315
Contracted services	250	-	-	-
District Library establishment	2,500	2,500	2,436	64
Dues	2,613	2,613	2,160	453
Education and transportation	500	500	578	(78)
Insurance	3,500	2,700	2,689	11
Internet connection	5,134	6,965	6,752	213
Miscellaneous	200	200	459	(259)
Professional fees	1,550	1,550	1,600	(50)
Program expense	300	665	397	268
Repairs	1,000	1,246	2,170	(924)
Supplies	1,375	1,375	1,368	7
Tax tribunal	-	-	11	(11)
Technical support	475	475	497	(22)
Capital outlay	-	6687	5480	1207

(Continued)

	<b>Budgeted Amounts</b>			<b>Variance With Final Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>EXPENDITURES: (Continued)</b>				
Utilities	\$ 5,450	\$ 5,900	\$ 5,556	\$ 344
Wages and payroll taxes	32,740	32,740	30,788	1,952
Contingency	47	47		47
<b>TOTAL EXPENDITURES</b>	<u>62,580</u>	<u>71,658</u>	<u>67,367</u>	<u>4,291</u>
 <b>Excess of Revenues Over (Under) Expenditures</b>	 <u>(4,380)</u>	 <u>(3,287)</u>	 <u>4,189</u>	 <u>7,476</u>
 <b>Fund Balance, January 1</b>	 55,785	 55,785	 55,785	 -
 <b>Fund Balance, December 31</b>	 <u><u>\$ 51,405</u></u>	 <u><u>\$ 52,498</u></u>	 <u><u>\$ 59,974</u></u>	 <u><u>\$ 7,476</u></u>